

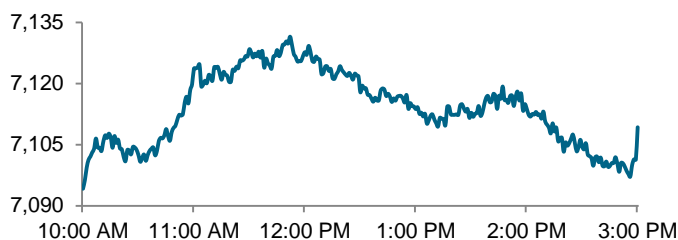
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



AUGUST 2, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,109	0.2	-0.9	-1.4	17.0
Saudi (NOMU)	3,719	-1.1	-0.9	NA	NA
Energy	3,987	-0.3	-1.0	-19.9	16.0
Materials	4,725	0.8	-0.8	-5.2	18.5
Capital Goods	4,090	1.8	0.1	-18.0	33.1
Com. & Prof. Svc	4,304	-0.1	-0.3	-14.7	34.1
Transportation	3,922	1.4	0.8	-23.1	12.2
Cons. Durables & Apparel	4,372	1.7	0.1	-5.9	NA
Consumer Services	4,281	0.4	0.8	-11.4	11.5
Media	9,207	0.1	10.0	79.8	NA
Retailing	6,127	-0.2	-1.6	24.8	24.7
Food & Staples Retailing	5,627	-0.8	0.0	11.4	23.8
Food & Beverages	5,369	-2.0	-3.6	9.5	NA
Health Care Equipment	4,866	-0.3	-1.4	-3.0	20.5
Pharma, Biotech & Life Science	4,492	-0.6	-2.3	-16.5	11.2
Banks	5,222	0.4	-0.8	2.7	11.1
Diversified Financials	4,483	0.4	0.6	-10.1	NA
Insurance	4,981	0.0	-1.3	1.4	17.6
Telecommunication	4,710	-1.0	-1.4	-5.9	16.0
Utilities	5,141	0.0	-1.4	5.8	11.0
REITs	5,519	-0.2	-1.5	10.4	17.7
Real Estate	4,649	0.5	0.0	-7.3	45.9

Sources: Bloomberg, Reuters

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Paper Manufacturing Co.	7.37	10.0%	12.6
Middle East Paper Co.	17.00	8.1%	60.3
Middle East Specialized Cables Co.	6.60	7.0%	18.7
Al Sorayai Trading and Industrial Group Co.	8.20	6.5%	14.2
Abdullah A. M. Al-Khodari Sons Co.	9.70	6.0%	38.3

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
United International Transportation Co.	1-Aug	Q2 17	42.7	-7.7	0.60	MEET
Eastern Province Cement Co.	1-Aug	Q2 17	35.0	-25.5	0.41	MISS
Jazan Development	1-Aug	Q2 17	3.7	1.3	0.07	NA
Al-Ahsa Development	1-Aug	Q2 17	2.7	NA	0.06	NA
Saudi Arabian Mining Co.	31-Jul	Q2 17	356.5	108.2	0.31	NA

NOTES: (1) Prices as of last trade. Updated as of August 2, 2017

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI ended 0.2% higher to close at 7,109 on Tuesday. The NOMU ended 1.1% lower to close at 3,719. TASI traded value totaled SAR 3.1bn and averaged SAR 2.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 55.0% of the daily traded value.
- Banks and Materials ended 0.4% and 0.8% higher respectively. Telecom ended 1.0% lower. Capital Goods (up 1.8%) was the best performer. Among stocks, Saudi Paper Manufacturing Co. (2300/SPM AB), Middle East Paper Co. (1202/MEPC AB), and Middle East Specialized Cables Co. (2370/MESC AB) led gainers.
- According to data from the Saudi Arabian Monetary Authority (SAMA), bank loans issued to the private sector and public non-financial institutions fell 1.0% Y/Y to SAR 1.5tn (USD 389bn) in June. (Source: Argaam)
- According to data from SAMA, remittance outflows by expatriates fell 34.0% Y/Y to SAR 10.4bn (USD 2.8bn) in June. Moreover, the outflows declined 20.0% M/M. (Source: Argaam)
- Citing the President of the Saudi Railways Organization, the Al Eqtisadiyah newspaper reported that the company plans to develop the railways network by 2040, with total investments expected to reach SAR 200bn (USD 53.3bn). (Source: Mubasher)
- Prince Mohammed launched a massive international tourism project that would cover more than 50 virgin islands in the Red Sea between the cities of Amlaj and Al-Jawh, Saudi Press Agency reported. The foundation for the new project would be laid in the third quarter of 2019, and the first phase is expected to be completed in the last quarter of 2022. (Source: Trade Arabia)
- The price of light crude oil sold to Asia is expected to increase by 5–15 cents in September from that in August, Reuters reported citing sources familiar with the matter. (Source: Mubasher)
- ACWA Power's CEO stated the company is looking to raise more funds in 2018 after raising USD 814mn (SAR 3.0bn) in a bond issue in May. He added that half of the funds were used to refinance or retire pre-existing facilities. (Source: Argaam)
- Uber would transport passengers from and to King Khalid International Airport (KKIA) after it signed an agreement with Riyadh Airports Company. Moreover, Uber drivers would be allocated special parking spaces. (Source: Mubasher)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Savola Group	42.98	-4.3%	8.9
Tourism Enterprise Co.	30.37	-3.7%	37.7
Saudi Chemical Co.	37.35	-2.7%	3.4
Ash-Sharqiyah Development Co.	49.78	-1.9%	80.9
Solidarity Saudi Takaful Co.	17.26	-1.8%	7.7

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	16.05	0.4%	651.3
Saudi Basic Industries Corp.	98.53	1.2%	621.8
Al Rajhi Bank	62.03	0.1%	238.9
Saudi Arabian Mining Co.	48.35	1.1%	88.1
Saudi Research and Marketing Group	74.60	0.4%	83.3

Source: Tadawul

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AUGUST 2, 2017

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,649	0.4	1.2	3.4	17.1
Abu Dhabi (ADX)	4,562	-0.1	-0.1	0.3	12.3
Kuwait (KSE)	6,843	-0.1	0.5	19.0	19.1
Qatar (QE)	9,309	-1.0	-2.7	-10.8	15.7
Oman (MSM)	5,048	0.5	0.0	-12.7	11.6
Bahrain (BSE)	1,328	0.0	-0.6	8.8	8.2
DJMENA Index	524	0.0	-1.0	0.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,476	0.2	0.2	10.6	21.3
US (NASDAQ 100)	6,363	0.2	-0.2	18.2	24.5
UK (FTSE 100)	7,424	0.7	0.8	3.9	28.6
Germany (DAX)	12,251	1.1	0.7	6.7	19.2
France (CAC 40)	5,127	0.7	-0.1	5.4	18.1
Russia (MICEX)	1,940	1.1	1.2	-13.1	6.6
Japan (Nikkei)	19,986	0.3	0.1	4.4	18.4
Hong Kong (HSI)	27,540	0.8	2.1	25.2	14.5
South Korea (KOSPI)	2,423	0.8	0.9	19.6	12.3
China (SHCOMP)	3,293	0.6	1.2	6.1	17.7
India (NIFTY)	10,115	0.4	1.0	23.6	23.4
Brazil (IBOV)	66,516	0.9	1.6	10.4	18.3
Turkey (BIST 100)	1,06,147	-1.3	-1.4	35.8	11.2
Egypt (EGX30)	13,396	-0.2	-1.6	8.5	10.9
MSCI Emerging Markets	1,069	0.3	0.6	24.0	16.2
MSCI World	1,970	0.5	0.5	12.5	21.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	51.8	-1.7	-1.4	-8.9	23.9
Natural Gas (\$/mmbtu)	2.8	0.9	-4.1	-20.6	-7.7
Gold (\$/oz)	1,269	0.0	-0.1	10.1	-7.0
Silver (\$/oz)	16.7	-0.7	-0.3	5.0	-19.0
Platinum (\$/oz)	946	0.5	1.0	4.7	-18.9
Copper (\$/t)	6,313	-0.4	0.3	14.3	29.3
Zinc (\$/t)	2,768	-0.6	0.0	8.2	21.9
Lead (\$/mt)	2,299	-0.6	0.8	15.8	26.5
Wheat (\$/bu)	461	-2.8	-4.1	3.0	-5.7
Corn (\$/bu)	377	-2.1	-3.0	-0.9	1.8
Sugar (\$/lb)	14.9	-0.2	3.5	-20.2	-18.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.31	0.00	0.31	0.00
Saudi Arabia	1.80	0.00	-0.24	0.49
UAE	1.53	0.00	0.05	0.22
Kuwait	1.75	0.00	0.31	0.44
Qatar	2.50	-0.02	0.72	1.19
Bahrain	2.38	0.00	0.28	1.06

Source: Reuters

NOTES: (1) Prices updated as of August 2, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in green on Tuesday. The S&P 500 and NASDAQ both closed 0.2% higher. Dow Jones Industrial ended 0.3% higher. In Europe, the UK ended 0.7% higher while Germany and France ended 1.1% and 0.7% higher respectively.
- Asian markets are trading in green, except for India on Wednesday. China and Japan are up by 0.1% and 0.6% respectively. South Korea and Hong Kong are up by 0.3% and 0.5% respectively. India is trading 0.1% lower this morning.
- GCC markets ended mixed on Tuesday. Dubai closed 0.4% higher while Abu Dhabi closed 0.1% lower. Kuwait and Qatar ended 0.1% and 1.0% lower respectively. Oman closed 0.5% higher while Bahrain ended flat.
- The UAE President issued the landmark Federal Law for Tax Procedures, which defines a clear set of common procedures and rules to be applied to all tax laws in the UAE, namely, VAT and excise tax laws. (Source: Gulf Base)
- According to the Industry Development Bureau of the Abu Dhabi Department of Economic Development, the plastics sector in Abu Dhabi, UAE, is generating investments in excess of AED 204bn (USD 55.5bn). (Source: Trade Arabia)
- Arabtec Holding (ARTC UH) received a contract worth AED 628mn (USD 171mn) from DAMAC Properties Co (DAMAC UH) to develop 1,296 villas at DAMAC's Akoya Oxygen master development. The former would begin construction in the third quarter of this year. (Source: Trade Arabia)
- UAE-based Majid Al Futtaim entered into a joint venture with Al Jazira Sports and Cultural Club to build the first City Centre mall in Abu Dhabi. Construction on the AED 1.4bn (USD 381mn) mall would begin in October 2017 and is scheduled for completion in early 2021. (Source: Trade Arabia)
- Abu Dhabi Ports signed an agreement with the Chinese Jiangsu Provincial Overseas Cooperation and Investment Company (JOCIC) to develop about 23.7mn square feet of the free trade zone for companies from the Chinese province of Jiangsu. The agreement would attract investments of AED 1.1bn (USD 299mn) in the Khalifa Port Free Trade Zone. (Source: Gulf Base)
- UAE-based flydubai received a 737 MAX 8 from Boeing Co (BA US), making the carrier the first in the Middle East to operate Boeing's newest single-aisle airplane, the latter revealed. The delivery is the first of the 75 same-model airplanes that flydubai would be adding to its all-Boeing fleet of next-generation 737s. (Source: Argam)
- According to First Investment Co's (ALOLA KK) bourse filing, the company signed a contract to acquire a stake in the Canadian Medical Center for KWD 3.2mn (USD 10.6mn). The company would make the payment in instalments. (Source: Mubasher)
- Shuaa Capital (SHUAA UH) acquired 11.0% stake in Kuwait-based Amwal International Investment as part of its acquisition strategy to bolster its balance sheet. (Source: Gulf Base)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 28 (prior: -7.2mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended July 29 (prior: 244K; consensus: 244K) will be announced tomorrow. (Source: Econoday)
- Change in China's CPI for the month of July 2017 (prior: -0.2% M/M, 1.5% Y/Y) will be announced on August 8. (Source: Econoday)

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